

14X - TOBACCO SETTLEMENT

Operational Summary

Description:

To budget for Board approved uses of the County's share of the national tobacco settlement received before July 1, 2001. On November 7, 2000, the voters of Orange County overwhelmingly approved Measure "H". Measure "H" approved an ordinance that restricts the use of Tobacco Settlement Revenue (TSR) received after July 1, 2001. (see Fund 13N).

The FY 2004-2005 budget for this fund reflects the carryover of unspent funds allocated by Board action on December 5, 2000. The Board allocated FY 2000-2001 TSR, \$28.4 million, as follows: 50% for health care initiatives including \$1.2 million for an ocean water quality monitoring lab and the remaining 50% allocated as follows: \$5.4 million for the Phase III Theo Lacy Branch Jail expansion, \$1.3 million to reimburse the County General Fund for a 60 bed secured substance abuse rehabilitation pilot program at the Theo Lacy Branch Jail and \$7.5 million for debt reduction.

Still unspent is the allocation of \$1.2 million for a Water Quality Lab for Health Care Agency.

In FY 2003-04, the contractor for the Sheriff's Incustody program returned \$0.8 million unused deposit and interest, which would be budgeted for the Sheriff's Incustody program in FY 2005-06. The \$1.2 million for Water Quality Lab is budgeted for FY 2005-06.

When the carryover from FY 2004-2005, about \$2.1 million is expended, this fund will be closed out.

At a Glance:

| | |
|---|-----------|
| Total FY 2004-2005 Projected Expend + Encumb: | 10,000 |
| Total Recommended FY 2005-2006 | 2,189,882 |
| Percent of County General Fund: | N/A |
| Total Employees: | 0.00 |

Strategic Goals:

- To use Tobacco Settlement Revenue (TSR) received in FY 2000-2001 to construct a Water Quality Lab in Upper Newport Bay and complete targeted health care initiatives.

Budget Summary

Plan for Support of the County's Strategic Priorities:

The \$0.8 million unused deposit and interest budgeted for the Sheriff's Incustody program for FY 2005-06. The \$1.2 million for Water Quality Lab is budgeted for FY 2005-06.

Proposed Budget History:

| Sources and Uses | FY 2003-2004 | FY 2004-2005 | FY 2004-2005 | FY 2005-2006 | Change from FY 2004-2005 | |
|--------------------|--------------|-------------------------|--|--------------|--------------------------|---------|
| | Actual | Budget As of 3/31/05 | Projected ⁽¹⁾ At 6/30/05 | | Projected Amount | Percent |
| Total Revenues | 2,118,965 | 2,127,882 | 2,169,882 | 2,189,882 | 20,000 | 0.92 |
| Total Requirements | 1,083 | 2,127,882 | 849,236 | 2,189,882 | 1,340,646 | 157.86 |
| Balance | 2,117,882 | 0 | 1,320,646 | 0 | (1,320,646) | -100.00 |

(1) Requirements include prior year encumbrance and expenditures. Therefore, the above totals may not match FY 2004-05 projected requirements included in "At a Glance" (Which exclude these).

Detailed budget by expense category and by activity is presented for agency: Tobacco Settlement in the Appendix on page page 631

14X - Tobacco Settlement

Summary of Proposed Budget by Revenue and Expense Category:

| Revenues/Appropriations | FY 2003-2004 | | FY 2004-2005 | | FY 2004-2005 | | FY 2005-2006 | | Change from FY 2004-2005 | |
|--|--------------|----|---------------|----|--------------------------|----|--------------|----|--------------------------|----------|
| | FY 2003-2004 | | Budget | | Projected ⁽¹⁾ | | Recommended | | Projected | |
| | Actual | | As of 3/31/05 | | As of 6/30/05 | | | | Amount | Percent |
| Revenue from Use of Money and Property | \$ 15,695 | \$ | 10,000 | \$ | 30,000 | \$ | 30,000 | \$ | 0 | 0.00% |
| Miscellaneous Revenues | 839,236 | | 0 | | 22,000 | | 0 | | (22,000) | -100.00 |
| Total FBA | 1,264,034 | | 2,117,882 | | 2,117,882 | | 1,320,646 | | (797,236) | -37.64 |
| Reserves | 0 | | 0 | | 0 | | 839,236 | | 839,236 | 0.00 |
| Total Revenues | 2,118,965 | | 2,127,882 | | 2,169,882 | | 2,189,882 | | 20,000 | 0.92 |
| Services & Supplies | 1,083 | | 17,612 | | 10,000 | | 98,782 | | 88,782 | 887.82 |
| Other Financing Uses | 0 | | 1,271,034 | | 0 | | 2,091,100 | | 2,091,100 | 0.00 |
| Reserves | 0 | | 839,236 | | 839,236 | | 0 | | (839,236) | -100.00 |
| Total Requirements | 1,083 | | 2,127,882 | | 849,236 | | 2,189,882 | | 1,340,646 | 157.86 |
| Balance | \$ 2,117,882 | \$ | 0 | \$ | 1,320,646 | \$ | 0 | \$ | (1,320,646) | -100.00% |

(1) Requirements include prior year encumbrance and expenditures. Therefore, the above totals may not match FY 2004-05 projected requirements included in "At a Glance" (Which exclude these).